



ORIGINAL

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AZ CORP COMMISSION
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April 18, 2003

VIA OVERNIGHT DELIVERY

Docket Control
Arizona Corporation Commission
1200 W. Washington Street
Phoenix, Arizona 85007
(602) 542-2237

Arizona Corporation Commission

DOCKETED

APR 21 2003

DOCKETED BY	<i>ck</i>
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Re: Exergy Group, LLC *A*
Docket No. T-04165-03-0094

Dear Sir/Madam:

Enclosed please find for filing an original and thirteen (13) copies of Exergy Group, LLC's responses to the Commission's request for information in Exergy Group, LLC's Application and Petition for Certificate of Public Convenience and Necessity to Provide Competitive Intrastate Telecommunications.

I have also enclosed an extra copy of this letter to be date stamped and returned to me in the enclosed, self-addressed, postage prepaid envelope.

If you have any questions or if I may provide you with additional information, please do not hesitate to contact me.

Respectfully submitted,

Charlotte Lacey

Charlotte Lacey
Legal Assistant to Lance J.M. Steinhart
Attorney for Exergy Group, LLC

cc: Chady Abou
Adam Lebrecht (via fax 602.542.2129)

Exergy Group, LLC
Docket No. T-04165-03-0094
April 18, 2003

1. Submit copies of affidavits of publication that the Applicant has, as required, published legal notice of the Application in all counties where authority to provide service is requested. Refer to item (A-16) on the new CC&N application form.

Response: Publication has been ordered. Affidavit of publication will be filed upon receipt.

2. Please submit a balance sheet detailing Exergy's assets, equity and net income. Please specify the timeframe of the balance sheet as well

Response: Attached please find a copy of Exergy's balance sheet.

3. Please indicate the current value of all assets located in Arizona.

Response: The applicant does not own any assets in the State of Arizona.

EXERGY GROUP, LLC
(A Development Stage Company)

STATEMENT OF FINANCIAL POSITION

DECEMBER 18, 2002

EXERGY GROUP, LLC
(A Development Stage Company)

STATEMENT OF FINANCIAL POSITION

DECEMBER 18, 2002

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INDEPENDENT AUDITOR'S REPORT

To the proprietor of
Exergy Group, LLC
(A Development Stage Company)
Miami, Florida

We have audited the accompanying statement of financial position of Exergy Group, LLC, (A Development Stage Company) ("the Company") as of December 18, 2002. This financial statement is the responsibility of the Company's management. Our responsibility is to express an opinion on this financial statement based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement of financial position is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statement of financial position. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the statement of financial position referred to above present fairly, in all material respects, the financial position of Exergy Group, LLC (A Development Stage Company) as of December 18, 2002, in conformity with accounting principles generally accepted in the United States of America.

Grau & Company

January 28, 2003

EXERGY GROUP, LLC
(A Development Stage Company)
STATEMENT OF FINANCIAL POSITION
DECEMBER 18, 2002

ASSETS

Cash	\$	250,500
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TOTAL ASSETS	\$	250,500
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MEMBER'S CAPITAL

MEMBER'S CAPITAL	\$	250,500
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TOTAL MEMBER'S CAPITAL	\$	250,500
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The accompanying notes are the integral part of the statement of financial position.

EXERGY GROUP, LLC
(A Development Stage Company)
NOTES TO STATEMENT OF FINANCIAL POSITION
DECEMBER 18, 2002

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Exergy Group, LLC (the "Company") is presented to assist in understanding the Company's financial statements. The financial statement and notes are representations of the Company's management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Nature of operations

Exergy Group, LLC operations are located in Miami, Florida. The Company is at a development stage as a telecommunication and Internet service provider.

Development Stage Operations

The Company devotes substantially all of its efforts in the development to start its operations. Management anticipates starting business in April of 2003. Operations have been limited to opening a bank account and a deposit with the attorneys that was used to pay for costs related to the acquisition of licenses to operate in various states. The minimum capitalization needed for the different states to obtain licenses to operate is \$250,000.

Accounting Method

The Company prepares its financial statements using the accrual basis of accounting.

Cash

For financial statement purposes, cash consist of cash in demand bank account.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

2. COMMITMENTS

The Company will lease its operating facilities under the term of an operating lease with Almacén y Mueblería la Florida C.A., a company owned and operated by a family member. The lease requires monthly payments of approximately \$1,225 starting on April 1, 2003 through April 1, 2004 with option to renew on a yearly basis.